

Macquarie Professional Series Global Alternatives Fund

Macquarie Professional Series

Monthly report – 31 October 2022

Investment objective

The Fund aims to generate long-term total returns by investing in hedge funds and other absolute return funds (Underlying Funds).

The Underlying Funds can include funds managed or operated by members of Macquarie Group (Macquarie Underlying Funds) and select external funds managed and operated by non-Macquarie Group companies (External Funds).

The Fund offers the potential for attractive long-term total returns with low correlation to traditional asset classes. We believe that each Underlying Fund has an investment strategy that is complementary to the other Underlying Funds in the Fund. By combining complementary investment styles, the Fund aims to produce consistent risk-adjusted returns from a diversified and well-balanced liquid alternatives portfolio.

Key information

Fund details	
APIR code	MAQ7578AU
Inception date	16 August 2017
Fund size	\$95.4m
Distribution frequency	Semi-annually
Management fee*	0.97% pa
Indirect costs*	Although the Fund does not charge a performance fee, please note that a performance fee is charged by each Underlying Fund
Minimum investment (Direct)	\$20,000
Unit prices and spreads	macquarie.com.au/unit_prices

*Read the Product Disclosure Statement for more details on fees and costs.

Fund performance to 31 October 2022

	Total Fund return (net)
1 month (%)	0.51
3 months (%)	4.92
1 year (%)	9.35
3 years (% pa)	0.01
5 years (% pa)	1.01
Since inception (% pa)	1.47

Past performance is not a reliable indicator of future performance.

Total returns are calculated based on changes in net asset values and assumes the reinvestment of distributions.

Total net Fund returns are quoted after the deduction of fees and expenses. Due to individual circumstances, your net returns may differ from the net returns quoted above.

Weight of each Underlying Fund (as at date of report)

Underlying Fund	Weight (% of Fund)
P/E Global FX Alpha Fund	28.20
Allspring (Lux) Global Long/ Short Equity Fund	22.20
FORT Global Trend Fund	26.10
PGIM Wadhvani Keynes Systematic Absolute Return Fund	23.50

Post-fee monthly returns (%)

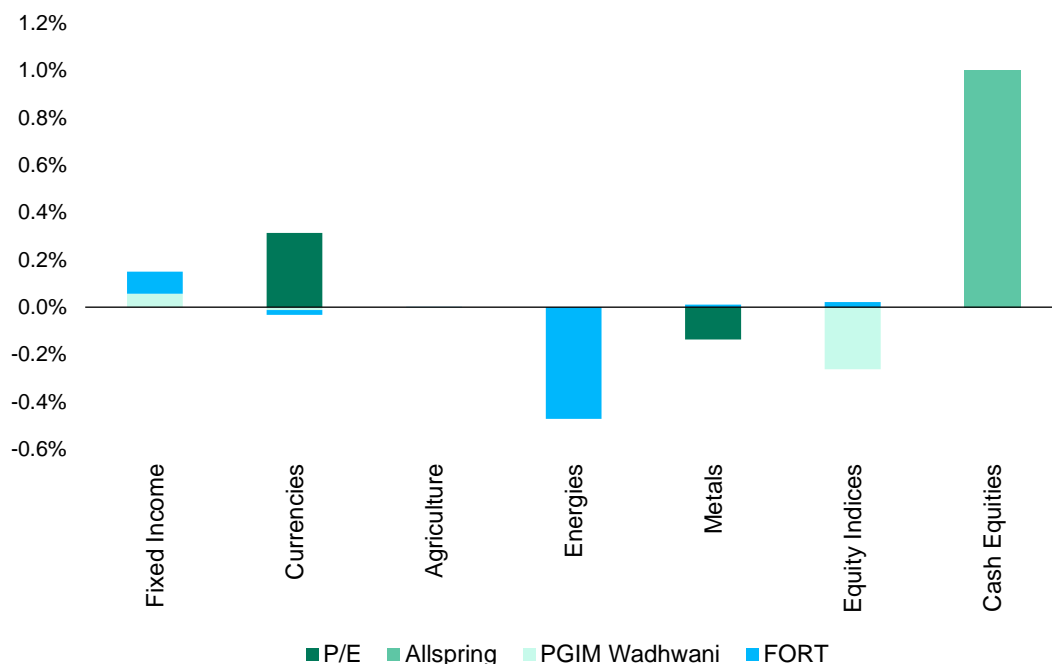
Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2017								-1.23	0.66	3.20	-1.65	-0.55	0.36
2018	-1.11	0.56	0.59	2.91	0.32	1.82	-0.36	-0.18	-0.16	1.68	-0.53	-0.55	5.02
2019	-1.00	0.78	1.06	2.14	-1.95	-1.39	1.87	2.09	-0.06	-1.12	-0.25	-0.60	1.47
2020	-0.11	-1.12	-0.23	-1.45	-2.19	-2.61	-0.05	-2.49	-0.01	0.09	-1.51	-0.55	-11.62
2021	-0.51	-0.93	0.33	0.46	-0.07	1.47	1.73	1.10	1.66	-0.87	2.45	0.26	7.23
2022	-0.15	-1.44	-0.10	4.04	-0.77	-0.35	0.32	1.81	2.53	0.51			6.47

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Sector performance by Underlying Funds



Performance summary

- The Fund returned 0.51%, net of fees, in October 2022. In contrast to September where the MSCI World Index declined -9.3% in USD terms, global equity sentiment was more positive in October, with the MSCI World Index rising +7.2% in USD terms. Pleasingly for the Fund, positive returns were delivered in both months despite extreme swings in equity markets.
- The best performing underlying fund was the Allspring Global Long/Short Equity Fund, which seeks to exploit equity market inefficiencies through fundamental factor exposures, returning +4.5% and contributing +0.9% to the Fund. The largest detractor was the FORT Global Trend Fund, whose exposure is price-based momentum, returning -1.3% and contributing -0.4% to the Fund.
- From a sector perspective, cash equity exposures from Allspring drove the Fund's positive returns with alpha signals in value and momentum adding excess returns over its risk-adjusted benchmark. Partially offsetting cash equity absolute gains were FORT's long energies and PGIM Wadhvani's short equity indices exposures.
- Both currencies and fixed income contributed positively alongside cash equities. Despite performance in the US dollar being mixed for the month, P/E was still able to generate positive outcomes through diversifying its long US dollar exposures to North American peers such as the Canadian dollar and Mexican peso. Short directional bond positions from FORT and PGIM Wadhvani also helped.
- The Fund remains positioned to capitalise on persistent volatility through our high conviction process of selecting and combining active managers with differentiated styles, who are able to generate absolute returns independent of one another.

Please click on the links below to view the report for each Macquarie Underlying Fund.

- [P/E Global FX Alpha Fund](#), and
- [FORT Global Trend Fund](#).

Fund changes

There have been no material changes to the following since the last performance report:

- Fund's risk profile
- Fund's strategy
- Fund's key service providers or related party status
- Individuals playing a key role in making the investment decisions for the Fund.

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For more information speak to your financial adviser, call us on 1800 814 523, email mam.clientservice@macquarie.com or visit macquarieim.com

Important information

Information in this report has been sourced from the investment managers of the Underlying Funds and Macquarie.

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